

## **FISCAL NOTE**

### **HB 3129 - SB 3745**

February 6, 2008

**SUMMARY OF BILL:** Effective January 1, 2009, prevents application of the sales tax ratio in the assessment of personal property if a taxpayer does not file a personal property schedule with the tax assessor by March 1.

#### **ESTIMATED FISCAL IMPACT:**

**Increase Local Revenue - \$1,928,200**

Assumptions:

- According to the Comptroller, the total assessed value of industrial and commercial personal property for all counties where taxpayers would receive the applicable sales appraisal ratio for tax year 2007 was \$10,400,771,597.
- Approximately 5% of this amount includes taxpayers that filed a personal property schedule after the March 1 deadline, for an equalized total of \$520,038,580. The amount of tax due, based on an average tax rate of \$3 per hundred, is \$15,601,157.
- Under this legislation the 5% of late-filed schedules will not be equalized, for an unequalized total of \$584,313,011 (assuming an average ratio of 89% -  $\$520,038,580 / .89$ ). The amount of tax due, based on an average tax rate of \$3 per hundred, is \$17,529,390.
- The increase in local government revenue is estimated to be \$1,928,200 ( $\$17,529,390 - \$15,601,157 = \$1,928,233$ ).

#### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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/kmc